

## **Historic, Archive Document**

Do not assume content reflects current scientific knowledge, policies, or practices.



1  
Ag86Re 1932  
Reserve

U.S. - AGRICULTURE, DEPT. OF - SECRETARY,  
OFFICE OF THE.

Regulations relative to loans for crop  
production during the year 1932-33 1932-

33

LIBRARY  
OF THE  
UNITED STATES  
DEPARTMENT OF AGRICULTURE

Class 1-----

Book Ag86Re 1932-----

Reserve

350780

## The Secretary of Agriculture

Acting pursuant to the Act of Congress approved January 22, 1932, creating  
the Reconstruction Finance Corporation

### REGULATIONS RELATIVE TO LOANS FOR CROP PRODUCTION DURING THE YEAR 1932

WASHINGTON, D. C., *February 10, 1932.*

This circular defines the procedure relative to granting loans for crop production during the year 1932 out of the appropriation authorized under the act of Congress approved January 22, 1932, entitled "An act to provide emergency financing facilities for financial institutions, to aid in financing agriculture, commerce, and industry, and for other purposes" (Public, No. 2, 72d Cong.).

Section 2 of this act provides in part as follows:

That \$50,000,000 of the amount so subscribed, and the expansion of same through the notes, debentures, bonds, or other obligations as set out in section 9 shall be allocated and made available to the Secretary of Agriculture, which sum, or so much thereof as may be necessary, shall be expended by the Secretary of Agriculture for the purpose of making loans or advances to farmers in the several States of the United States in cases where he finds that an emergency exists as a result of which farmers are unable to obtain loans for crop production during the year 1932: *Provided further*, That the Secretary of Agriculture shall give preference in making such loans or advances to farmers who suffered from crop failures in 1931. Such advances or loans shall be made upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe. A first lien on all crops growing or to be planted and grown, shall, in the discretion of the Secretary of Agriculture, be deemed sufficient security for such loan or advance. All such loans or advances shall be made through such agencies as the Secretary of Agriculture may designate, and in such amounts as such agencies, with the approval of the Secretary of Agriculture, may determine. Any person who shall knowingly make any material false representation for the purpose of obtaining an advance or loan, or in assisting in obtaining such advance or loan under this section shall upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

Loans for crop production will be made in the several States of the United States where the Secretary of Agriculture has determined that an emergency exists as a result of which farmers are unable to obtain loans for crop production during the year 1932 from any other sources. These loans may be made to such individuals in such States as are found by the Secretary of Agriculture to have acreage fit for seeding and who are without means to purchase the supplies necessary for crop production during the year 1932.

No loans for crop production in 1932 will be made to any applicant in excess of \$400. The total amount of loans to the tenants of any one landowner in a single county shall not exceed \$1,600. Loans for crop production in counties where fertilizer is not commonly used will be made at rates per acre based on the approximate cost of the supplies required, but in no case in excess of \$3 per acre, except for truck crops, including potatoes and sweetpotatoes, for which loans will be made in amounts not in excess of \$12 per acre.



Loans for the purchase of fertilizer will be made only in those counties where its use is deemed necessary by the representatives of the Department of Agriculture. Loans in such counties will be based on the approximate cost of all the supplies necessary for crop production, including fertilizer, but in no case in excess of a total amount of \$6 per acre, except for tobacco, on which the maximum rate is \$10 per acre, and truck crops, including potatoes and sweet-potatoes, on which the maximum is \$20 per acre. Not to exceed \$1 per acre of loans for crop production made at any of the foregoing rates on the acreage of crops included in the mortgage or crop lien given to the Secretary of Agriculture, as hereinafter provided, may be used for repairs and miscellaneous expenses of crop production other than seed, fertilizer, feed for work stock, and fuel and oil for tractors used in crop production. In addition to the foregoing, loans will be made in amounts not to exceed \$2 per acre for the purchase of materials for spraying and dusting to protect cotton and tobacco from insects and plant diseases; \$4 per acre for spraying and dusting truck crops; and \$25 per acre for fertilizer and spraying and dusting materials for bearing fruit trees and vineyards. The right is reserved to make loans at rates lower than the foregoing maximum allowances. Applicants must agree to use seed and methods approved by the Department of Agriculture through its local representatives. Applicants must also agree to plant a garden for home use and a sufficient acreage of feed crops to supply feed for their livestock.

No loans will be made to any applicant who has a means of livelihood other than farming, nor to a minor. No loan will be made to any applicant who did not operate a farm in 1931. No loans will be made for summer fallowing. Loans will not be made for a total acreage of crops in excess of the average of the acreage planted by the borrower in 1930 and 1931. Loans will not be made for the purchase of machinery, or livestock, or for the feeding of livestock other than work stock used in crop production, or for the payment of taxes, debts, or interest on debts.

No loan will be made to any individual or to the tenants or share croppers of any landlord to finance or assist in financing the planting of an acreage of cotton or tobacco in excess of 65 per cent of the acreage of such crops planted by such individual or by the tenants or share croppers of such landlord in the spring of 1931, and unless such individual or landlord agrees that he will not have any interest whatsoever in any such crops in excess of 65 per cent of the acreage of such crops to which he had an interest in 1931: *Provided*, That the foregoing shall not apply to the farmer, tenant or share cropper who, in 1931, planted not more than 10 acres of cotton or 3 acres of tobacco.

Application for loans for crop production purposes during the year 1932 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture and shall describe the particular acreage to be sown or on which the fertilizer is to be applied. Such application shall be investigated by the Secretary of Agriculture through such agencies as he may determine, but the approval or disapproval of the application shall be by his authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, upon receipt and approval by the designated representative of the Secretary of Agriculture of the following documents:

(a) Application on the form previously specified in this circular signed by the applicant and verified by the designated representatives of the Secretary in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant, for the amount of the loan, payable to the Secretary of Agriculture, on or before November 30, 1932, with interest at the rate of  $5\frac{1}{2}$  per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Applicants in North Dakota, Minnesota, and Montana who apply for loans for both seed and feed and/or fuel and oil for tractors will execute two notes, one in the amount requested for seed and one in the amount requested for feed and/or fuel and oil for tractors.

(c) Crop pledge in Louisiana; seed lien in Minnesota, Montana, North Carolina, North Dakota, and Virginia; promise and authority in Colorado, Delaware, Illinois, Kansas, Kentucky, Maryland, Massachusetts, Nebraska, New York, Ohio, Rhode Island, and Wisconsin; and crop mortgage in Alabama, Arizona, Arkansas, California, Florida, Georgia, Idaho, Indiana, Iowa, Maine, Michigan, Mississippi, Missouri, Nevada, New Hampshire, New Jersey, New Mexico, Oklahoma, Oregon, South Carolina, South Dakota, Tennessee, Texas, Vermont, Washington, West Virginia, and Wyoming, upon the crop growing or to be grown on the land described in the application for 1932, in favor of the Secretary of Agriculture, duly executed by the applicant in such manner as to entitle it to filing, and securing payment of the above-mentioned note, and containing a provision authorizing the Secretary of Agriculture, through a representative designated by him, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Crop mortgages, pledges, or liens shall be executed on forms supplied by the Secretary of Agriculture and shall be filed in the proper office under the State laws applicable. These instruments shall be prepared and signed in duplicate, except in North Dakota, South Dakota, Montana, Minnesota, the original being fully executed and both copies transmitted with the application. In the four States mentioned, the proper document must be prepared in triplicate, one copy to be retained by the applicant. As the laws of Colorado, Delaware, Illinois, Kansas, Kentucky, Maryland, Massachusetts, Nebraska, New York, Ohio, Rhode Island, and Wisconsin require that a crop must be planted and growing before a legal crop mortgage can be given, applicants living in those States must sign an agreement to execute and deliver a crop mortgage on growing crops at the proper time. The crop mortgage, therefore, is not required from applicants for loans in such States at the time the application is filed.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1932 crop, he must secure the waivers of the actual



owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form. In all cases where waivers are required the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any rent note, mortgage, land sales contract, or other paper and must enter into an agreement on this form that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the Secretary of Agriculture; and further, that in the event advances are made in compliance with pertinent regulations of the Secretary of Agriculture, for the purpose of harvesting and marketing the said crops, it is agreed that the money so advanced may be repaid from the proceeds derived from the sale thereof prior to the satisfaction of any lien, claim, or interest of the signor.

(d) By a voucher form supplied by the Secretary of Agriculture and signed by the applicant.

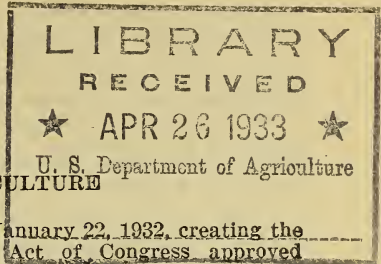
The right is reserved to make payment of the loan in installments, the amount of each installment to be determined by the Secretary of Agriculture. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only after expenditure of the initial payment is shown to have been properly made by a report on a card furnished by the Secretary of Agriculture. Interest on the entire loan from the dates of the several installments to the maturity date of the note will be deducted from the final installment.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Secretary of Agriculture, at the Farmers' Seed Loan Office, not later than April 30, 1932.

The right is reserved to make further supplemental or amendatory regulations relative to loans for crop production purposes during the year 1932 or to withdraw these regulations at any time.

ARTHUR M. HYDE,  
*Secretary of Agriculture.*





THE SECRETARY OF AGRICULTURE

Acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation and the Act of Congress approved February 4, 1933.

## Regulations Relative to Loans for Crop Production During the Year 1933

WASHINGTON, D. C., February 9, 1933.

This circular defines the procedure relative to granting loans for crop production during the year 1933, out of the funds authorized by the act of Congress, approved February 4, 1933 (Pub. No. 327—72d Cong.), entitled "An act to provide loans to farmers for crop production and harvesting during the year 1933, and for other purposes."

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That the Secretary of Agriculture is hereby authorized and directed to request the Reconstruction Finance Corporation to advance to him the balance of the sum authorized to be allocated to the Secretary of Agriculture under section 2 of the Act of January 22, 1932, and the Reconstruction Finance Corporation is directed to make such advances regardless of the amounts of notes, debentures, bonds, or other obligations of such corporation that may be outstanding at the time of making such advances, and the Secretary of Agriculture is further authorized to request the corporation to return all sums heretofore returned and/or released to the corporation by the Secretary of Agriculture, except so much as may have been used by the corporation to establish agricultural credit corporations under section 201(e) of the Act of July 21, 1932, which sums, together with the sums collected or to be collected from loans made by the Secretary of Agriculture during the year 1932 under said section 2 of the Act of January 22, 1932, shall be available to the Secretary of Agriculture to make loans to farmers during the year 1933 for crop production, planting, fallowing, and cultivation, and in draught and storm stricken areas not to exceed \$1,000,000 for feed for farm livestock: *Provided, however,* That the total sums used for the purposes of this Act shall not exceed \$90,000,000. Due consideration shall be given to the requirements of the truck-farming industry in the trucking areas of the various States.

SEC. 2. (a) A first lien on all crops growing or to be planted, grown, and harvested during the year 1933, or on livestock, shall be required as security for such loan. Such loan shall be made through such agencies upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe.

(b) The Secretary of Agriculture may require as a condition to the making of any loan that the borrower agree to reduce his acreage or production program on such basis, not to exceed 30 per centum, as may be determined by the Secretary of Agriculture, and may provide that any such limitation shall not apply to the farmer, tenant, or share cropper who in 1932 planted not more than a minimum acreage of such crops as shall be designated by the Secretary of Agriculture.

SEC. 3. (a) The moneys authorized to be loaned by the Secretary of Agriculture under this resolution are declared to be impressed with a trust to accomplish the purposes provided for by this resolution, namely, the production, planting, fallowing, cultivation of crops, and feed for farm livestock, which trust shall continue until the moneys loaned pursuant to this resolution have been used for the purposes contemplated by this resolution, and it shall be unlawful for any person to make any material false representation for the purpose of obtaining any loan or to assist in obtaining such loan or to dispose of or assist in disposing of any crops given as security for any loan made under

authority of this resolution, except for the account of the Secretary of Agriculture, and for the purpose of carrying out the provisions of this resolution.

(b) It shall be unlawful for any person to charge a fee for the purpose of preparing or assisting in the preparation of any papers of an applicant for a loan under the provisions of this resolution.

(c) Any person violating any of the provisions of this resolution shall be guilty of a misdemeanor and shall, upon conviction thereof, be punished by a fine not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

Approved, February 4, 1933.

Loans for crop production will be made in the several States of the United States by the Secretary of Agriculture to farmers who are unable to obtain loans for crop production during the year 1933 from other sources. These loans may be made to such individuals as are found by the Secretary of Agriculture to have acreage fit for seeding and who are without means to purchase the supplies necessary for crop production during the year 1933.

No loans for crop production in 1933 will be made to any applicant in excess of \$300 nor less than \$25 and the amount of each loan will be in multiples of \$5. The total amount of loans to the tenants of any one landowner in a single county shall not exceed \$1,200, except tenants of the United States of America, or of any State, or any board, division, or political division of any State.

Loans for crop production in counties where fertilizer is not commonly used will be made at rates per acre based on the approximate cost of the supplies required, but in no case in excess of \$3 per acre, except for truck crops, including potatoes and sweetpotatoes, for which loans will be made in amounts not in excess of \$12 per acre. Loans for the purchase of fertilizer will be made only in those counties where its use is deemed necessary by the representatives of the Department of Agriculture. Loans in such counties will be based on the approximate cost of all the supplies necessary for crop production, including fertilizer, but in no case in excess of a total amount of \$6 per acre, except for tobacco, on which the maximum rate is \$10 per acre, and truck crops, including potatoes and sweetpotatoes, on which the maximum is \$20 per acre. Not to exceed \$1 per acre of loans for crop production at any of the foregoing rates on the acreage of crops included in the mortgage or crop lien given to the Secretary of Agriculture, as herein provided, may be used for repairs and miscellaneous expenses of crop production other than seed, fertilizer, feed for work stock, and fuel and oil for tractors used in crop production. In addition to the foregoing, loans will be made in amounts not to exceed \$2 per acre for the purchase of materials for spraying and dusting to protect cotton and tobacco from insects and plant diseases; \$4 per acre for spraying and dusting truck crops; \$25 per acre for fertilizer and spraying and dusting materials for bearing fruit trees and vineyards; and \$2.50 per acre for summer fallowing for an acreage not in excess of that to be planted in 1933. The right is reserved to make loans at rates lower than the foregoing maximum allowances.

Loans for crop production on irrigated lands may be made for the payment of water charges, such as operation and maintenance, payment for electric power for pumping, or purchase of fuel and oil for pumping at rates not to exceed \$3 per acre. Loans will be made on sugar beets for production expenses, including the employment of hand labor for thinning, at rates not to exceed \$12 per acre; on sugarcane at rates not to exceed \$12 per acre; on hops at rates not to exceed \$25 per acre; and on rice at rates not to exceed \$12 per acre, except that in the case of rice grown by tenants under contract by which the land owner is to furnish water for irrigation, the rate shall not exceed \$7 per acre.

Applicants must agree to use seed and methods approved by the Department of Agriculture through its local representatives. Applicants must also agree to plant a garden for home use and a sufficient acreage of feed crops to supply feed for their livestock.

No loans will be made to any applicant who has a means of livelihood other than farming. No loan will be made to a minor. No loan in excess of \$100 will be made to any applicant who is in arrears on as many as two previous loans made by the Secretary of Agriculture. *Provided*, loans to the unmarried children, the wife, or the employees of a delinquent farmer shall be construed as loans to such delinquent.

Loans will not be made for the purchase of machinery or livestock or for the payment of taxes, debts, or interest on debts. Loans will not be made for the feeding of livestock other than work stock used in crop production.



No loan will be made to any individual or to the tenants or share croppers of any landlord to finance or assist in financing the planting of an acreage of any cash crop on the lands of such individual or such landlord in excess of 70 per cent of the acreage of such crops planted by such individual or by all the tenants or share croppers of any such landlord on all the lands of such individual or landlord during 1932, and *provided further*, such individual or landlord agrees that he will not have any other interest whatsoever in any other such crops or permit any crops to be grown on his land by others in excess of 70 per cent of the total acreage of such crops on such land in which he had an interest in 1932: *Provided*, That the foregoing shall not apply to the farmer, tenant, or share cropper who, in 1933, will not plant more than 8 acres of cotton; 2½ acres of tobacco; 40 acres of wheat; 20 acres of corn; 2½ acres of truck crops; 12 acres of sugar beets; 8 acres of potatoes; 30 acres of rice; 8 acres of peanuts. Applications will not be approved for loans to persons who did not farm in 1932 for production of acreages in excess of 70 per cent of that grown on the same lands in 1932. *Provided, further*, that the 30 per cent withheld from such cash crops may be planted in soil-building crops.

The amounts approved for loan by the Secretary of Agriculture or his representatives under these regulations will be paid to the applicant by a special disbursing agent upon receipt and approval of the following documents:

I. Application on the form provided, signed by the applicant and verified by the designated representatives of the Secretary in the county in which the applicant is located. An authority to sell collateral pledged or to be pledged as security for loans made by the Secretary of Agriculture is on this form and must be signed.

II. Promissory note, on form prescribed, executed by the applicant for the amount of the loan, payable to the Secretary of Agriculture, on or before October 31, 1933, with interest at the rate of 5½ per cent per annum.

(a) Applicants in Minnesota and Montana, who apply for loans for both seed and feed and/or fuel and oil for tractors, will execute two notes, one in the amount requested for seed and one in the amount requested for feed and/or fuel and oil for tractors.

III. Crop pledge, bill of sale, lien, promise and authority or mortgage as follows:

(a) Crop pledge in Louisiana.

(b) Bill of sale in Georgia.

(c) Seed lien in Minnesota, Montana, North Carolina, and Virginia.

(d) Promise and authority in Colorado, Connecticut, Delaware, Illinois, Kansas, Kentucky, Maryland, Massachusetts, Nebraska, New Hampshire, New York, Ohio, Rhode Island, and Wisconsin. (In Connecticut also a real-estate mortgage and later a crop mortgage will be required.)

(e) Crop mortgage in Alabama, Arizona, Arkansas, California, Florida, Idaho, Indiana, Iowa, Maine, Michigan, Mississippi, Missouri, Nevada, New Jersey, New Mexico, North Dakota, Oklahoma, Oregon, Pennsylvania, South Carolina, South Dakota, Tennessee, Texas, Utah, Vermont, Washington, West Virginia, and Wyoming, upon the crop growing or to be grown on the land described in the application for 1933, in favor of the Secretary of Agriculture, duly executed by the applicant in such manner as to entitle it to filing, and securing payment of the above-mentioned note, and containing a provision authorizing the Secretary of Agriculture, through a representative designated by him, in the event the applicant fails to protect the crop in a husbandlike manner, to enter upon the premises, take possession of and harvest the same, and/or to sell the same to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop.

Crop mortgages, pledges, bills of sale, or liens shall be executed on forms supplied by the Secretary of Agriculture and shall be filed or recorded by the borrower in the proper office under the State laws applicable. These instruments shall be prepared and signed in duplicate, the original being fully executed and both copies transmitted with the application, except in North Dakota, South Dakota, Montana, and Minnesota, where the proper document must be prepared in triplicate, one copy to be retained by the applicant. As the laws of Colorado, Delaware, Illinois, Kansas, Kentucky, Maryland, Massachusetts, Nebraska, New York, Ohio, Rhode Island and Wisconsin require that a crop must be planted and growing before a legal crop mortgage can be given, applicants living in these States must sign an agreement to execute, deliver, and file or record a crop mortgage on growing crops when in existence or authorize the Secretary of Agriculture or his agent to execute said instrument in his

behalf. The crop mortgage will be prepared by the applicants in the above States and accompany the application, to be executed and filed or recorded by the Secretary of Agriculture or his agent when the security is in existence. Where the application reveals the existence of a judgment creditor or creditors it will be necessary to secure a waiver from such creditor or creditors on Form No. 6.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1933 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the form provided for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the form provided for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the form provided therefor. Holders of mortgages or deeds of trust upon the land may be required to execute waivers where it appears that foreclosure proceedings have been or may be instituted prior to the maturity of the crops mortgaged.

In all cases where waivers are required the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any rent note, mortgage, land sales contract, judgment or other paper and must enter into an agreement on this form that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the Secretary of Agriculture; and further, that in the event advances are made in compliance with pertinent regulations of the Secretary of Agriculture, for the purpose of harvesting and marketing the said crops, the money so advanced will be repaid from the proceeds derived from the sale thereof prior to the satisfaction of any lien, claim, or interest of the signor, or any part thereof.

IV. Voucher form supplied by the Secretary of Agriculture and signed by the applicant.

Fees for recording or filing all instruments including mortgages, liens, bills of sale, crop pledges, promises to execute a mortgage, and the authority to execute a mortgage, and record searching shall be paid by the borrower.

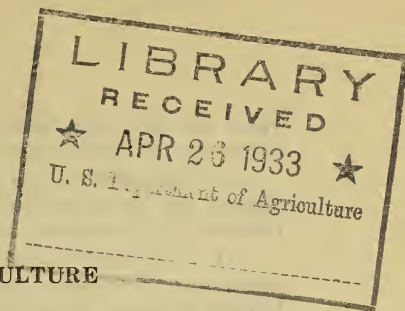
The right is reserved to make payment of the loan in installments, the amount of each installment to be determined by the representative of the Secretary of Agriculture. Initial payment will be made at the time the loan is approved and subsequent installments will follow by supplemental voucher only after expenditure of the initial payment is shown to have been made in accordance with the law and regulations. Interest to the maturity date of the note will be deducted from each installment.

Applications for loans under these regulations must be mailed in time to be presented by the designated representative of the Secretary of Agriculture, at the Crop Production Loan Office, not later than April 30, 1933.

The right is reserved to make further supplemental or amendatory regulations relative to loans for crop-production purposes during the year 1933, or to withdraw these regulations at any time.

ARTHUR M. HYDE,  
*Secretary of Agriculture.*





## THE SECRETARY OF AGRICULTURE

Acting pursuant to the act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation and the act of Congress approved February 4, 1933

### Regulations Relative to Loans for Feed for Farm Livestock [Dairy Cattle, Stock Cattle, Hogs, Horses (Other than Work Horses), and Sheep]

WASHINGTON, D. C., *February 12, 1933.*

Pursuant to the authority contained in the act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, and the act of Congress approved February 4, 1933, loans to farmers in the drought and storm stricken areas of the States of Colorado, Kansas, Michigan, Minnesota, Montana, Nebraska, North Dakota, South Dakota, Wisconsin, and Wyoming, for the purchase of feed for farm livestock [cattle, horses (other than work horses), sheep, and brood sows], are authorized under the following conditions:

Applications for loans for feed for farm livestock shall be made on the special form prescribed and furnished by the Secretary of Agriculture, and shall state the number, kind, and age of such farm livestock for which the feed is required.

Loans for feed for farm livestock the property of any individual family will not be in excess of the amounts necessary for feed for 20 head of cattle, 6 horses (other than work horses), 50 sheep, and 5 brood sows. Loans for feed for farm livestock will be made at the following rates per month and for the feeding season during the winter 1932-33 ending May 31, 1933:

	Per head
Cattle and horses.....	\$2. 50
Sheep.....	. 30
Brood sows.....	1. 00

No loan shall be made to feed ewes over 3 years old.

Loans for feed for work horses used in crop production shall be applied for under regulations for crop production loans and other purposes.

The total amount of a loan to any individual family for purposes of feeding their stock shall not exceed \$250.

Such application shall be investigated by the Secretary of Agriculture through such agencies as he may determine and the approval or disapproval of the application certified by these authorized representatives. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant

upon receipt and approval by the designated representative of the Secretary of Agriculture of the following documents:

(a) Application on the form previously specified in this circular signed by the applicant and verified by the designated representatives of the Secretary in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant for the amount of the loan, payable to the Secretary of Agriculture on or before October 31, 1933, with interest at the rate of  $5\frac{1}{2}$  per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to the date of maturity will be deducted in advance from the amount loaned.

(c) A first chattel mortgage upon all farm livestock of the particular kind and class owned by the applicant for which a loan is required duly executed by the applicant in such manner as to entitle it to filing. It must sufficiently describe the property mortgaged so that it may be readily identified. It must secure payment on the above-mentioned note and contain a provision that the mortgagor may retain possession of the property until default be made in payment of feed note and interest, or in the performance of any of the conditions of this mortgage. Further, that if the mortgagor shall fail to make payment as in said promissory note provided, or shall break any of the other terms and conditions of the mortgage, the mortgagee or his agents may sell the same or so much thereof as may be necessary at public auction at cash to satisfy said debt and interest, and all costs and expenses of sale after giving notice as may be required by law of the time and place of sale, and shall apply the proceeds of such sale to the discharge of said debt, interest, and expenses, and shall pay any surplus to the mortgagor and his assigns.

If the applicant has given prior chattel mortgages on any of the class or kind of farm livestock for which the applicant is applying for loan for feed, he must secure the waivers of such mortgage holders in the space provided on the mortgage form for the purpose. Such waiver also requires any prior mortgage holder to certify that at the time of signing such waiver he is in actual possession and owner of such mortgage and that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the Secretary of Agriculture.

(d) By a voucher form supplied by the Secretary of Agriculture and signed by the applicant.

The right is reserved to make payments to borrowers in installments and to require the borrowers to show how the initial installment has been expended before further payments are made.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Secretary of Agriculture not later than April 30, 1933.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of feed for farm livestock at any time or to withdraw these regulations at any time.

ARTHUR M. HYDE,  
*Secretary of Agriculture.*



